

December 07, 2021

## Futures & Options Segment

**Circular No. :** MCCIL/EDS/2111/2021

### **Sub: Adjustment of Futures and Options contracts in the security National Mineral Development Corporation ( NMDC )**

In terms of the provisions of the Rules, Bye-Laws and Regulations of the Metropolitan Clearing Corporation of India Ltd. (MCCIL), SEBI master circular reference SEBI/HO/MRD/DP/CIR/P/2016/135 dated December 16, 2016 SMDRP/DC/CIR-8/01 dated June 21, 2001, MCCIL Circular No.: MCX-SX/C&S/F&O/1003/2013 dated February 07, 2013 and Circular No.: MSE/EDS/TRD/11191/2021 dated December 07, 2021, members are hereby informed the procedure for adjustment of Futures and Options contracts in the underlying security NMDC, on account of interim dividend at the rate of Rs.9.01/-per equity share .

The following action would be taken by MCCIL in this regard:-

#### **1. Futures Contracts Adjustment:**

All open positions in Futures contracts with the underlying security as NMDC existing after End of day on December 13, 2021 will be adjusted as under:

All positions in futures contracts with the underlying security as NMDC would be marked-to-market on the last cum-dividend date i.e. December 13, 2021, based on the daily settlement price of the respective futures contract.

Adjusted futures price shall be arrived at by reducing the dividend amount of Rs. 9.01/- from the daily mark to market settlement price of the relevant futures contract on December 13, 2021. Subsequent to such processing, open positions shall be carried forward at the adjusted futures price for the respective futures contract.

Begin of day margins on December 14, 2021 would be computed for the futures contract with underlying as NMDC based on the adjusted carry forward value. Subsequently, intra-day margins would be computed based on the relevant traded prices at the time the intra-day span risk parameter files are generated.

An example of adjustment of futures contract is detailed hereunder:

CM	TM	Client Code	Expiry Date	Position(in units)*		Settlement Price		Value	
				Old	New	Old	New	Old	New
CM1	TM1	Cli1	30-Dec-21	6700	6700	145.00	135.99	971,500.00	911,133.00
CM2	TM2	Cli2	27-Jan-22	6700	6700	150.00	140.99	1,005,000.00	944,633.00
CM3	TM3	Cli3	24-Feb-22	(-)6700	(-)6700	155.00	145.99	1,038,500.00	978,133.00

\* '-' indicates sell

## 1. Options Contracts Adjustment:

The full value of dividend i.e. Rs. 9.01/- would be deducted from all the cum-dividend strike prices on the ex-dividend date. All positions in existing strike prices shall continue to exist in the corresponding new adjusted strike prices.

An example of the adjustments in option contracts is detailed hereunder:

CM	TM	Client Code	Option Type	Expiry Date	Strike Price		Position(in units)*	
					Old	New	Old	New
CM1	TM1	Cli1	CE	30-Dec-21	145	135.99	6700	6700
CM2	TM2	Cli2	PE	27-Jan-22	150	140.99	6700	6700
CM3	TM3	Cli3	PE	24-Feb-22	155	145.99	(-)6700	(-)6700

\* '-' indicates sell

Members are requested to refer to the Corporate Action Adjustment file to member for details. (File format is as per circular no. MSEI/IT/4689/2016 dated November 8, 2016)

For clarifications, members may contact Customer Service on 022-61129010 or send an email at [info@mclear.in](mailto:info@mclear.in).

For and on behalf of  
**Metropolitan Clearing Corporation of India Ltd.**

**Shweta Bhatt**  
Manager